

30 JAN 1984

MEMORANDUM FOR: Chief, Procurement Division, OL

FROM: Chief
Information and Management Support Staff, OL

SUBJECT: President's Private Sector Survey on Cost Control

1. Forwarded herewith are copies of the task force reports completed by the President's Private Sector Survey on Cost Control (Grace Commission) on:

- a. Department of Labor
(OMB Circular A-76 only)
- b. Procurement/Contracts/Inventory Management
- c. Real Property Management
- d. Land/Facilities/Personal Property
(federal vehicle fleet management only)

2. Relative to the DCI's interest in these reports and the possibility of adopting, where appropriate, the recommendations contained therein, the DDA has requested that a review of the attached reports be conducted by the Office of Logistics. It is, therefore, requested that you review and comment on the applicability, to the Agency, of the procurement-related recommendations in the reports. Please comment on the task force recommendations which can be adopted by the Agency (along what time frame) as well as those which cannot be adopted.

3. Please forward your report to this staff by c.o.b. 017 February so that we can assemble a consolidated report for all of OL by 24 February.



STAT

Proc 10-1 - EOQ system is in place and in use.

10-2 - EOQ application constantly under assessment based on demand

10-3 - LIMS will provide necessary tools to improve accuracy of EOQ forecasts over the next few years.

10-4 - ?

10-5 - Incorporated into PAR comment by supervisors now

10-6 - Size of agency holdings does not warrant this approach.

11-1 - Current inventory visibility and management adequate -

11-2 - ADP upgrade underway with LIMS

11-3 - ODP has this role now

12-1 - Not prudent with our relatively small inventory - perpetual inventory by class of material conducted. Some items 100% inventoried others by random selection based on nature of item.

12-2 - For coding to be incorporated in
KIMS - extent of involvement still
under review. on line in next few years

13-1 - Not Applicable to agency - we do not
have numerous facilities co located
in a given area. If we do, cover
restrictions would prohibit considerable
support